

Press Release

Krishna Builder (KB)

15 November, 2017



Rating Update

Total Bank Facilities Rated*	Rs.26.95 Cr
Long Term Rating (Indicative)	SMERA BBB- Issuer not co-operating*
Short Term Rating (Indicative)	SMERA A3 Issuer not co-operating*

#Refer Annexure for details

*The issuer did not co-operate; based on best available information.

SMERA has reviewed the long-term rating of '**SMERA BBB-**' (read as **SMERA triple b minus**) and short-term rating of '**SMERA A3**' (read as **SMERA A three**) on the Rs.26.95 crore bank facilities of Krishna Builder (KB). This is an indicative rating.

Non-cooperation by the issuer/borrower: SMERA has been requesting for data, information and undertakings from the rated entity for conducting surveillance and review of the rating. However, the issuer/borrower failed to submit required documents before due date.

This rating is therefore being flagged as "Issuer not-cooperating", in line with prevailing SEBI regulations and SMERA's policies.

Applicable Criteria

- Default Recognition: <https://www.smera.in/criteria-default.htm>

Limitation regarding information availability: The rating is based on information available from sources other than the issuer/borrower (in the absence of information provided by the issuer/borrower). SMERA endeavoured to gather information about the entity / industry from the public domain. Therefore, SMERA cautions lenders and investors regarding the use of such information on which the indicative credit rating is based.

About the rated entity: KB, established in 1994, is a Delhi-based proprietorship firm promoted by Mr. Parveen Mittal. The firm is engaged in civil construction and carries out projects on behalf of National Buildings Construction Corporation Limited and Public Works Department.

Krishna reported profit after tax (PAT) of Rs.7.15 crore on operating income of Rs.118.36 crore (Provisional) for FY2015-16, as compared with PAT of Rs.2.57 crore on operating income of Rs.42.72 crore for FY2014-15. The net worth stood at Rs.16.22 crore (Provisional) as on March 31, 2016, as compared with Rs.10.06 crore a year earlier.

Rating history for the last three years:

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr.)	Ratings/Outlook
09-July-2016	Secured Overdraft	Long Term	3.95	SMERA BBB-/Stable (Upgraded)
	Bank Guarantee	Short Term	23.00	SMERA A3 (Upgraded)
26-Mar-2015	Secured Overdraft	Long Term	3.95	SMERA BB+/Stable (Assigned)
	Bank Guarantee	Short Term	20.00	SMERA A4+ (Assigned)

#Annexure – Details of instruments rated

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Crore)	Ratings
Secured Overdraft	NA	NA	NA	3.95	SMERA BBB-Issuer not co-operating*
Bank Guarantee	NA	NA	NA	23.00	SMERA A3 Issuer not co-operating*

**The issuer did not co-operate; based on best available information.*

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ABOUT SMERA

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